LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 7075 NOTE PREPARED: Jan 11, 2007

BILL NUMBER: HB 1474

BILL AMENDED:

SUBJECT: License Branch Service Contractors.

FIRST AUTHOR: Rep. Harris T

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: State & Local

X DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill requires the Bureau of Motor Vehicles Commission (BMVC) to contract with a qualified person to provide full and partial license branch services. It specifies entities that may be considered qualified persons. The bill makes technical and conforming amendments.

Effective Date: July 1, 2007.

Explanation of State Expenditures: The specific fiscal impact will depend upon the contractual terms agreed upon between the newly designated entities and the BMVC. The fund affected for the BMVC is the state License Branch Fund, which supports the operation of the license branches throughout the state.

Explanation of State Revenues: The specific fiscal impact will depend upon the contractual terms agreed upon between the newly designated entities and the BMVC. Depending upon the manner in which fees are handled, other funds potentially affected are the Motor Vehicle Highway Account, the Bureau of Motor Vehicles Technology Fund, the Crossroads 2000 Fund, and the state License Branch Fund.

Explanation of Local Expenditures: See *Explanation of State Expenditures*, above.

Explanation of Local Revenues:

State Agencies Affected: Bureau of Motor Vehicles Commission.

Local Agencies Affected: Local units with whom the BMVC contracts.

Information Sources:

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